

ALABAMA PUBLIC SERVICE COMMISSION P.O. BOX 304260 MONTGOMERY, ALABAMA 36130-4260 **September 11, 2009**

LUCY BAXLEY, PRESIDENT JAN COOK, ASSOCIATE COMMISSIONER SUSAN D. PARKER, PhD, ASSOCIATE COMMISSIONER WALTER L. THOMAS, JR.

SECRETARY

MEMORANDUM

Commissioner Lucy Baxley TO:

Commissioner Jan Cook

Commissioner Susan D. Parker

Judy McLean, Director THRU:

Advisory Division

Aquilla Spivey, Manager FROM:

Consumer Services

SUBJECT: Monthly Commission Meeting

The following items will be presented to the Commission during the regular monthly meeting to be held on Tuesday September 15, 2009:

> Monthly Activity Report of complaints, inquiries, meetings and field investigations.

Alabama Public Service Commission

Consumer Service Section Monthly Activity Report Between 8/1/2009 And 8/31/2009

	Needs Service	High Bills	Deposit	Service Problems	Payment Arrangemen	Denied Toll	Slamming	Cramming	Billing Problems	Non-Pay Disconnect	900/Pay Per Call	No Jurisdiction	Other	Inquiries	Total
Utility Company Code					t										
Alabama Power	2	6		4	1				6	1			2	70	92
Alagasco	1			<u> </u>			<u> </u>		4					5	10
Ardmore														1	1
AT & T Southeast	2			36		1	2	3	13	1		2	1	21	82
Castleberry															
CenturyTel				7					1				1	3	12
Deltacom				1											1
Farmers															
Florala															
Frontier															
Graceba															
Gulf		-													
Hayneville		<u> </u>			 					 				+	
Knology of Valley															
MCI											1	1		†	1
Millry		<u> </u>			<u> </u>									†	
Mobile Gas Service									1			1		4	5
Mon-Cre										 	-				
Moundville															
National										 -				-	
New Hope		 			1									+	
OTELCO		 		 	 		<u> </u>	 		 					
Pine Belt		 		 	 			 	 	 					
Ragland															
Roanoke				<u> </u>		-									
Sprint					-					 		-			
TDS Telecom	 			 	ļ	-	 -			 		1			1
Union Springs						1						•			
Windstream				-						ļ					
Water Companies						ļ	<u> </u>		 			ļ			
Local Resellers	1			5			1	 	2	-					10
		-			 	 				 		-		3	12
Miscellaneous Inquiries				4				44				+		+	673
Misc Jurisdiction				1	 		3	11	6	-		-	2	8	31
900/Pay Per Call								-				-			
No Jurisdiction	1	 		2	 		ļ	 	8	1			4	14	30
Other	 			ļ	-	ļ		ļ	ļ	ļ					
Toll Resellers				ļ	ļ			1	ļ	ļ				ļ	1
TOTALS	7	6		56	1	1	6	15	41	3	11	3	10	129	952

Field Investigations - 3

Meetings Held/Attended - 1

STATE OF ALABAMA ALABAMA PUBLIC SERVICE COMMISSION P.O. BOX 304260 MONTGOMERY, ALABAMA 36130-4260

LUCY BAXLEY, PRESIDENT

WALTER THOMAS JR.

SECRETARY

JAN COOK, ASSOCIATE COMMISSIONER

SUSAN D. PARKER, PhD, ASSOCIATE COMMISSIONER

September 3, 2009

MEMORANDUM

TO:

President Lucy Baxley

Commissioner Jan Cook

Commissioner Susan D. Parker

FROM:

Janice M. Hamilton, Director

Energy Division

SUBJECT:

Agenda - September 15, 2009 Commission Meeting

The Energy Division will present the following items at the September 15, 2009 Commission Meeting.

NATURAL GAS

ALABAMA GAS CORPORATION

Docket

18046

Division Report on Rate RSE as of July 31, 2009

and

18328

MOBILE GAS SERVICE CORPORATION

Docket

28101

Division Report on Rate RSE as of July 31, 2009

Docket

U-4939

Application for Authority to Continue Inclusion of Plans' Benefit Costs in

Cost of Service using September 30 Measurement Date

Recommendation: Approval

ENERGY DIVISION AGENDA September 15, 2009 Commission Meeting September 3, 2009 PAGE #2

ELECTRICITY

ALABAMA POWER COMPANY

Docket 18117 Division Report on Rate RSE and Rate ECR as of July 31, 2009

and 18416; 18148



ALABAMA PUBLIC SERVICE COMMISSION P.O. BOX 304280 MONTGOMERY, ALABAMA 36130-4280

August 31, 2009

LUCY BAXLEY, PRESIDENT
JAN COOK, ASSOCIATE COMMISSIONER
SUSAN D. PARKER, PhD, ASSOCIATE COMMISSIONER

WALTER L. THOMAS, JR.

MEMORANDUM

To:

President Lucy Baxley

Commissioner Jan Cook

Commissioner Susan D. Parker

Through:

Janice M. Hamilton, Director

Energy Division

From:

Robert E. Reed, Manager

Natural Gas Section

Subject:

Division Report on Rate RSE for Alabama Gas Corporation as of July 31, 2009

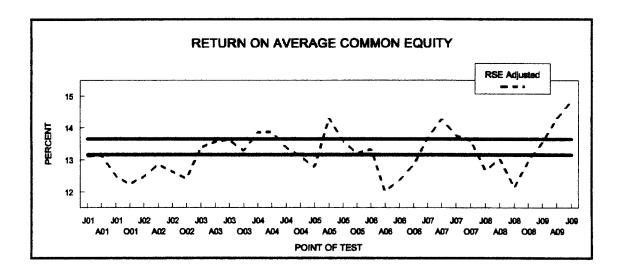
As part of the Division's monitoring function, the staff has developed the return on average common equity for Alabama Gas Corporation for the twelve months ending July 31, 2009.

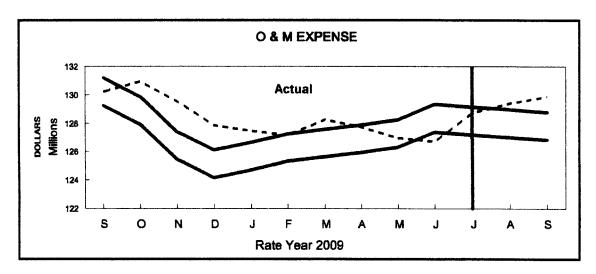
Based on preliminary figures, the return on average common equity for financial reporting purposes for the twelve months ending July 31, 2009, is 14.8 percent. When club dues, donations, and lobbying expenses are added, the RSE return is 14.9 percent.

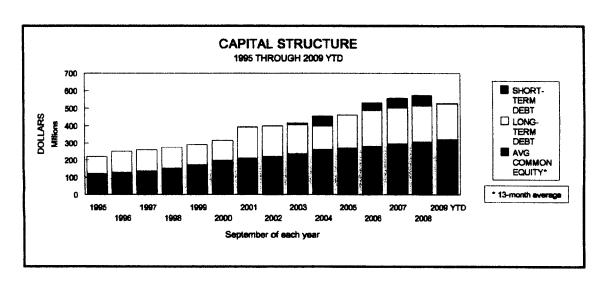
	and the second s	
	Financial	
Average Common Equity	\$321,145,675	
Net income	\$47,383,338	
Net Expense Adjustment		
RSE Net Income		
RSE Return on Common Equity	14.75%	

Attachment:

ALABAMA GAS CORPORATION July 2009









ALABAMA PUBLIC SERVICE COMMISSION P.O. BOX 304260 MONTGOMERY, ALABAMA 38130-4280

August 31, 2009

LUCY BAXLEY, PRESIDENT
JAN COOK, ASSOCIATE COMMISSIONER
SUSAN D. PARKER, PhD, ASSOCIATE COMMISSIONER

WALTER L. THOMAS, JR. SECRETARY

MEMORANDUM

To:

President Lucy Baxley Commissioner Jan Cook

Commissioner Susan D. Parker

Through:

Janice M. Hamilton, Director

Energy Division

From:

Robert E. Reed, Manager

Natural Gas Section

Subject:

Division Report on Rate RSE for Mobile Gas Service Corporation as of July 31, 2009

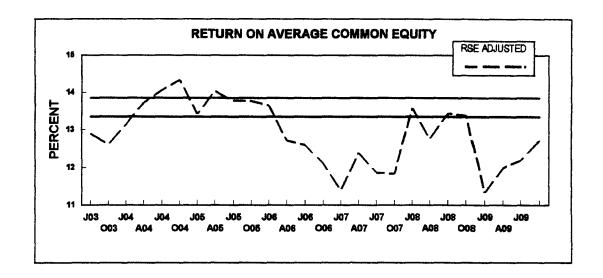
As part of the Division's monitoring function, the staff has developed the return on average common equity for Mobile Gas Service Corporation for the twelve months ending July 31, 2009.

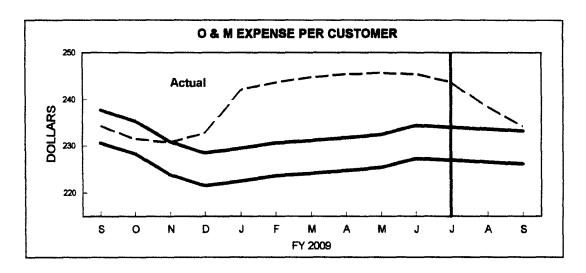
Based on preliminary figures, the return on average common equity for financial reporting purposes for the twelve months ending July 31, 2009, is 12.5 percent. When club dues, donations, and lobbying expenses are added, the RSE return is 12.7 percent.

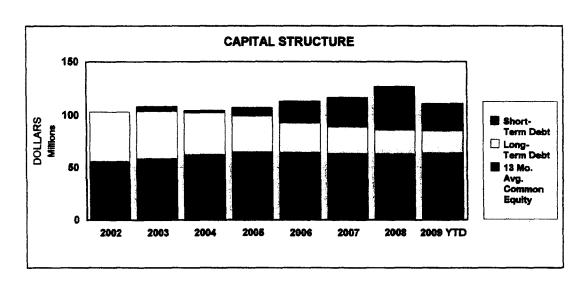
Return on Equity at July 2009					
	Financial	RSE			
Average Common Equity	\$63,953,403	\$63,953. 403			
Net Income	\$8,020,895	\$8, <i>020</i> .8 95			
Net Expense Adjustment		S113 280			
RSE Net Income		88.134.175			
RSE Return on Common Equity	12.54%	12 72%			

Attachment:

MOBILE GAS SERVICE CORPORATION July 2009









ALABAMA PUBLIC SERVICE COMMISSION P.O. BOX 304260 MONTGOMERY, ALABAMA 36130-4260

September 3, 2009

LUCY BAXLEY, PRESIDENT
JAN COOK, ASSOCIATE COMMISSIONER
SUSAN D. PARKER, PHD, ASSOCIATE COMMISSIONER

WALTER L. THOMAS, JR. SECRETARY

MEMORANDUM

TO:

President Lucy Baxley

Commissioner Jan Cook

Commissioner Susan D. Parker

THROUGH:

Janice M. Hamilton, Director

Energy Division

FROM:

Electricity Section Staff

SUBJECT:

Division Report on Rate RSE and Rate ECR for Alabama Power Company, as of

July 31, 2009

The Energy Division performed the regular monthly examination of the books and records of Alabama Power Company. The financial highlights are presented in the tables below.

	Rate RSE Forecast
T	12 Months Ending
	DECEMBER 31, 2009
	12.48%

Rate ECR Summary					
Recovery for	Balance as of				
JULY 2009	JULY 31, 2009				
\$50,306,061	\$51,806,227				
Over-Recovered	Under-Recovered				

The attached report, prepared for review by the Commission, presents the Energy Division's computations and determinations of the December 2009 Retail Return on Average Common Equity. In addition, the current and projected status pertaining to the accumulated Over and Under Recovery for Rate ECR is presented.

JDF Attachments

ENERGY DIVISION

Alabama Power Company Forecast of Retail Return on Average Common Equity

For the 12 Months Ending December 31, 2009

Common Equity as of July 31, 2009		\$5,038,326,390
Add Budgeted Net Income:	#200 171 000	
August through December 2009	\$222,174,000	
Add Budgeted Capital Contributions:		
August through December 2009	\$148,295,000	
Add Other Adjustments:		
August through December 2009	\$688,000	\$371,157,000
Deduct Budgeted Stock Dividends:		
August through December 2009	\$148,443,000	\$148,443,000
Projected Common Equity as of December 31, 2009		\$5,261,040,390
		\$3,201,040,390
Projected Average Common Equity		
For the 12 Months Ending December 31, 2009		\$5,021,725,471
Projected Retail Investment Separation Factor		88.70%
Projected Average Retail Common Equity		
For the 12 Months Ending December 31, 2009		\$4,454,270,493
Projected Retail Net Income		
For the 12 Months Ending December 31, 2009		\$555,859,502
Projected Retail Return On Average Common Equity		
For the 12 Months Ending December 31, 2009		12.48%

The Common Equity as of July 31, 2009 (Actual) was adjusted using net income, payment of Common Stock and Preferred Stock dividends, Capital Contributions, and Other Adjustments from the Company's 2009 Budget. The average common equity is a 12-month average using actual and budgeted data. The average retail common equity (RCE) was calculated using an estimated retail separation factor of 88.70%. The retail net income (RNI) for average common equity was calculated by using actual data for the seven months ended July 31, 2009, and then adding five months of budget data for August through December 2009. The Other Adjustments added to projected common equity is the result of the Company adopting FASB Statement 123 (R), which requires the reporting of stock option expenses.

The Forecast is subject to change due to uncertainties associated with weather, customer usage patterns, and economic conditions across the state.

ENERGY DIVISION

Alabama Power Company Forecast of Energy Cost Recovery For the Period Ending December 31, 2009

	,	gy Cost MWH)	ECR Seasonal	Over/(Under) Recovery			
	Month	12 Months	Factor	Month	Cumulative		
		Ended	(\$/MWH)	(\$)	(\$)		
JAN 08 Actual	28.46	27.63	29.472	(188,721)	(280,053,856)		
FEB 08 Actual	25.27	27.56	29.472	23,607,986	(256,445,869)		
MAR 08 Actual	20.74	27.41	29.472	34,208,587	(222,237,282)		
APR 08 Actual	22.45	27.02	29.472	29,229,360	(193,007,922)		
MAY 08 Actual	24.11	26.79	29.472	12,325,990	(180,681,932)		
JUN 08 Actual	36.34	27.59	33.418	(24,664,734)	(205,346,666)		
JUL 08 Actual	37.78	28.72	33.418	(33,878,517)	(239,225,183)		
AUG 08 Actual	37.80	28.92	33.418	(18,318,995)	(257,544,178)		
SEP 08 Actual	43.80	30.51	33.418	(43,112,535)	(300,656,713)		
OCT 08 Actual	37.79	31.10	37.866	(6,656,296)	(307,313,009)		
NOV 08 Actual	41.92	32.16	37.866	(21,274,681)	(328,587,690)		
DEC 08 Actual	33.40	32.80	37.866	22,954,887	(305,632,803)		
JAN 09 Actual	32.14	33.13	37.866	17,588,864	(288,043,939)		
FEB 09 Actual	29.23	33.48	37.866	46,249,431	(241,794,508)		
MAR 09 Actual	23.72	33.80	37.866	52,791,864	(189,002,644)		
APR 09 Actual	27.98	34.27	37.866	30,703,964	(158,298,681)		
MAY 09 Actual	25.20	34.42	37.866	36,175,778	(122,122,904)		
JUN 09 Actual	34.09	34.19	40.242	20,010,617	(102,112,288)		
JUL 109 Actual	29.26	33.32	40.242	50.306/061	(6)1730662270		
AUG 09 Budget	44.24	34.02	40.242	(28,553,396)	(80,359,623)		
SEP 09 Budget	38.19	33.49	40.242	31,335,636	(49,023,987)		
OCT 09 Budget	35.42	33.31	35.490	2,245,370	(46,778,617)		
NOV 09 Budget	36.57	32.93	35.490	(5,934,080)	(52,712,697)		
DEC 09 Budget	37.67	33.31	35.490	(15,705,490)	(68,418,187)		

The estimates used in the above table are subject to change due to uncertainties associated with weather, customer usage patterns, and economic conditions across the state.



ALABAMA PUBLIC SERVICE COMMISSION P.O. BOX 304260 MONTGOMERY, ALABAMA 36130-4260

WALTER THOMAS JR.

SECRETARY

LUCY BAXLEY, PRESIDENT

JAN COOK, ASSOCIATE COMMISSIONER

SUSAN D. PARKER, PhD, ASSOCIATE COMMISSIONER

MEMORANDUM

DATE:

September 3, 2009

TO:

Commissioner Lucy Baxley
Commissioner Jan Cook

Commissioner Susan D. Parker

FROM:

Darrell A.Baker

DAB

Telecommunications Division

SUBJ ECT:

Agenda for September 15, 2009 Commission Meeting.

The following items will be presented to the Commission during the regular September 15, 2009 Commission Meeting.

INTERCONNECTION AGREEMENT (S)

Docket U-4152

BELLSOUTH TELECOMMUNICATIONS, INC. d/b/a AT&T

ALABAMA or AT&T SOUTHEAST and TELETOUCH

<u>COMMUNICATIONS</u>, <u>INC.</u> -- Approval of the (Paging) Interconnection Agreement negotiated by BellSouth Telecommunications, Inc. d/b/a AT&T Alabama and Teletouch Paging, L.P. pursuant to Sections 251 and 252 of

the Telecommunications Act of 1996.

Recommend Approval.

AMENDED INTERCONNECTION AGREEMENT (S)

Docket U-4547

BELLSOUTH TELECOMMUNICATIONS, INC. d/b/a AT&T

ALABAMA or AT&T SOUTHEAST and IDT AMERICA, CORP. --

Approval of an Amendment to the Interconnection Agreement negotiated by

BellSouth Telecommunications, Inc. d/b/a AT&T Alabama and IDT America, Corp d/b/a IDT pursuant to Sections 251 and 252 of the

Telecommunications Act of 1996.

Recommend Approval.

Telecommunications Division Monthly Commission Meeting September 3, 2009 Page 2

MISCELLANEOUS

Docket 30934

ALL TELECOMMUNICATIONS COMPANIES -- Registration of Third-Party Providers for Telecommunications Billings. Third-Party Providers and Billing Aggregators request approval of their registration with the Commission for purposes of including their charges on the consumer bills of regulated telecommunications carriers.

Recommend Approval.

SUMMARY OF OTHER FILING (S)

- D-6494 BELLSOUTH TELECOMMUNICATIONS, INC. d/b/a AT&T
 ALABAMA or AT&T SOUTHEAST -- Revises the Business Services
 option of the Private Line Services Tariff to delete sections no longer
 subject to PSC jurisdiction in accordance with the provisions of the
 Communications Reform Act of 2005, Public Act 2009-461, and Docket
 29733. Filed August 17, 2009, with a requested effective date of August
 31, 2009.
- D-6495 BELLSOUTH TELECOMMUNICATIONS, INC. d/b/a AT&T
 ALABAMA or AT&T SOUTHEAST -- Revises the General Subscriber
 Services Tariff to delete sections no longer subject to PSC jurisdiction in
 accordance with the provisions of the Communications Reform Act of 2005,
 Public Act 2009-461, and Docket 29733. Filed August 17, 2009 with a
 requested effective date of August 31, 2009.
- D-6497 <u>BELLSOUTH TELECOMMUNICATIONS, INC. d/b/a AT&T</u>
 <u>ALABAMA or AT&T SOUTHEAST</u> -- Revises the retail Private Line services tariff to delete sections no longer subject to PSC jurisdiction in accordance with the provisions of the Communications Reform Act of 2005, Public Act 2009-461, and Docket 29733. Filed July 16, 2009, with a requested effective date of August 1, 2009.
- D-6492 GULF TELEPHONE COMPANY d/b/a CENTURYTEL -- Introduces Simple Choice/Business Assist Advantage and Simple Choice Unlimited options to Basic Local Exchange Service of the General Subscriber Services Tariff. Filed August 14, 2009, with a requested effective date of August 21, 2009.

Telecommunications Division Monthly Commission Meeting September 3, 2009 Page 3

- D-6493 <u>GULF TELEPHONE COMPANY d/b/a CENTURYTEL</u> -- Adds language to the General Subscriber Services Tariff regarding concurrence for Special Access rates and removes references to Gulf Telephone NECA membership. Filed August 14, 2009, with the effective date of September 13, 2009.
- D-6496 KNOLOGY OF ALABAMA, INC. -- Revises the Intrastate Domestic Access Services Tariff. Filed August 19, 2009, with a requested effective date of September 1, 2009.
- D-6498 BUSINESS TELECOM, INC. d/b/a BTI TELECOMMUNICATIONS
 SERVICES, INC. -- Revises Service Charges associated with a request to
 move service from an existing location to a new location. Also introduces a
 minimum 45 day notice prior to a request for move of service. Filed August
 19, 2009, with a requested effective date of August 21, 2009.
- D-6499 <u>NATIONAL TELEPHONE OF ALABAMA, INC.</u> -- Revises Basic Local Exchange Service in accordance with the provisions of the Communications Reform Act of 2005, Public Act 2009-461, and Docket 29733. Filed August 11, 2009, with a requested effective date of September 11, 2009.
- D-6500 ROANOKE TELEPHONE COMPANY d/b/a TEC -- Revises General Subscriber Services Tariff in accordance with the provisions of the Communications Reform Act of 2005, Public Act 2009-461, and Docket 29733. Filed August 12, 2009 with a requested effective date of September 12, 2009.
- D-6501 <u>DELTACOM, INC.</u> -- Introduces a 45 day notification requirement when requesting a move of T1 service and reduces the charge associated with moving this service. Filed August 19, 2009, with a requested effective date of August 21, 2009.

STATE OF ALABAMA ALABAMA PUBLIC SERVICE COMMISSION



P.O. BOX 304260 MONTGOMERY, ALABAMA 36130-4260

LUCY BAXLEY, PRESIDENT

JAN COOK, ASSOCIATE COMMISSIONER

SUSAN D. PARKER, PhD, ASSOCIATE COMMISSIONER

WALTER THOMAS JR.

SECRETARY

MEMORANDUM

DATE:

September 3, 2009

TO:

Commission President Lucy Baxley

Commissioner Jan Cook

Commissioner Susan D. Parker

Division Directors

FROM:

Legal Division

SUBJ ECT:

Agenda - September 15, 2009 Commission Meeting

The Legal Division will present the following at the September 15, 2009 Commission Meeting:

DOCKET 27906

(M) - Petition of Ronald K. Mayo, d/b/a M & M Trucking for cancellation of Motor Carrier Certificate F2273.

Recommend: Grant cancellation as requested.

DOCKET 31219

(G) - Motor Carrier application of Rose Lawhorn Transit Service, LLC for an extension of authority under Motor Carrier Certificate of Public Convenience and Necessity 3936. One notice of intention to protest was filed by Fresh Air Accessible of Alabama, LLC, but was withdrawn prior to the hearing and the application came on for hearing unopposed.

Recommend: Grant

STATE OF ALABAMA ALABAMA PUBLIC SERVICE COMMISSION P.O. BOX 304260 MONTGOMERY, ALABAMA 36130-4260

LUCY BAXLEY, PRESIDENT

JAN COOK, ASSOCIATE COMMISSIONER

SUSAN D. PARKER, PhD, ASSOCIATE COMMISSIONER

WALTER THOMAS JR.

SECRETARY

MEMORANDUM

DATE:

September 9, 2009

TO:

Commission President Lucy Baxley

Commissioner Jan Cook

Commissioner Susan D. Parker

Division Directors

FROM:

Legal Division

SUBJ ECT:

Supplemental Agenda (1) - September 15, 2009 Commission Meeting

The Legal Division will present the following at the September 15, 2009 Commission Meeting:

DOCKET C-15607

(M) - Petition of Big River Grading LLC for approval of cargo self

insurance.

Recommend: Approval

DOCKET 22136

(M) - Petition of John Ray, d/b/a John Ray Enterprises for cancellation

of Motor Carrier Permit 522.

Recommend: Grant cancellation as requested.

DOCKET 30443

(M) - Petition of KW Trucking, Inc. ("KW") for cancellation of Motor Carrier Certificate F3774 granted by Commission Order dated August 27, 2009. KW has since notified the Commission that its petition for cancellation was entered in error. Further, KW requests reinstatement of

Motor Carrier Certificate F3774.

Recommend: Grant petition/Vacate August 29, 2009, Order of Revocation/Reinstate Certificate F3774.

LEGAL DIVISION AGENDA September 15, 2009 Commission Meeting September 9, 2009 PAGE #2

DOCKET 30938

(G) - Petition of Tammy Durham, d/b/a Happy Cab 2 for reinstatement of Motor Carrier Certificate 3935 which was revoked due to Petitioner's failure to timely file proof of insurance coverage, a tariff and obtain registration numbers. The required filings have now been made.

Recommend: Grant/Reinstatement

DOCKET 28317

(G) - Request of CenturyTel, Inc for approval to use the fictitious business name "CenturyLink" for all CenturyTel, Inc subsidiaries in Alabama including CenturyTel of Alabama, LLC.

Recommend: Grant